

BUDGETING

30 June 1965

In preparation for the FY 1967 budgets and submission of long-range plans - 5 year-- DCI said it was essential to absorb costs of new and augmented programs by discontinuing low priority and marginally productive programs, as well as economy of operations.

CIA faced with constantly increasing demands for its intelligence services while pressured to hold the line on expenditures. *(Collection against S & T targets in Communist China need to be accelerated (per DCI from USIB) but not enough analysts to handle more urgent -*

*Also short of adequately qualified Engineers in R & D field.*